

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF DELAWARE

IN THE MATTER OF CHESAPEAKE UTILITIES CORPORATION, DELAWARE
DIVISION'S REQUEST FOR APPROVAL OF CHANGES TO THE
TRANSPORTATION AND BALANCING RIDER AND THE GAS SUPPLIER
SCHEDULE OF ITS TARIFF (FILED OCTOBER 1, 2013)

PUBLIC NOTICE

TO: ALL NATURAL GAS TRANSPORTATION CUSTOMERS AND QUALIFIED GAS
SUPPLIERS OF CHESAPEAKE UTILITIES CORPORATION AND OTHER INTERESTED
PERSONS

A Hearing Examiner of the Delaware Public Service Commission (the "Commission") will conduct an Evidentiary Hearing concerning the above-captioned matter (as further explained below) at the following time and location:

Date & Time

**Monday,
April 27, 2015
10:00 a.m.**

Location

**Hearing Room
Public Service Commission
861 Silver Lake Boulevard
Cannon Building
Dover, DE 19904**

On October 1, 2013, and pursuant to 26 Del. C. §§ 201 and 301 and Order No. 8430 (August 13, 2013) in PSC Docket No. 12-450F, Chesapeake Utilities Corporation ("Chesapeake" or the "Company") filed an application with the Delaware Public Service Commission (the "Commission") seeking to make certain changes to the Transportation and Balancing Rider ("Transportation Rider") and Rate Schedule "SUP" ("Gas Supplier Schedule") of its Delaware Division Tariff. Among other things, Chesapeake requested permission to revise its current Transportation Rider to establish a new approach to allocating the cost of interstate pipeline capacity to transportation customers. Based in part on input received by Chesapeake during workshops held in this docket, on September 5, 2014, Chesapeake filed an Amended Application ("Amended Application"). In the Amended Application, Chesapeake is proposing to release a portion of its pipeline capacity upstream of Eastern Shore Natural Gas Company ("ESNG") into the open market pursuant to the Federal Energy Regulatory Commission capacity release rules. Under Chesapeake's proposal, ninety percent (90%) of the revenues received by the Company from the release of this upstream capacity would be credited to the Company's firm sales customers through the Company's GSR rates. To facilitate the release of this upstream capacity, the Company is requesting a waiver of the Asymmetrical Pricing Rule adopted by the Commission by Order No. 5828 dated November 6, 2001.

The Company is also requesting approval to revise the balancing fees charged to its transportation customers by including in the fees the cost of upstream capacity needed to balance a transportation customer's design day requirements. The Company is also proposing to charge balancing fees to the Company's General Service ("GS"), Expansion Area General Service ("EGS"), Medium Volume Service ("MVS"), and Expansion Area Medium Volume Service ("EMVS") transportation customers. The Company's current tariff does not include balancing rates for these rate classes.

Chesapeake also requests permission to make other changes throughout the Transportation Rider and its Gas Supplier Schedule either to clarify existing language or to modify the mechanics of the transportation program in order to improve efficiency. The proposed changes are shown in the redlined and clean copies of the Transportation Rider and Gas Supplier Schedule attached to the Amended Application, which can found on the Commission's website at the following address: <http://depsec.delaware.gov/naturalgas.shtml>.

Evidentiary hearings are conducted to formally introduce evidence into the record and to make available for cross-examination the parties' witness testimony, including testimony that may be offered with respect to any settlement agreement that may be reached prior to the hearings. Members of the public are invited to attend the evidentiary hearings as observers, but only the parties are permitted to present witnesses or cross-examine witnesses. In accordance with 26 Del. C. §305 and 29 Del. C. §10128, the Commission will make its decision concerning this matter on the basis of the record evidence presented to the Hearing Examiner at the public evidentiary hearing and the proposed order prepared and presented to it by the Hearing Examiner pursuant to 29 Del. C. §10126(a).

Anyone who plans to attend the evidentiary hearing is cautioned to consult the Commission's website on the day of the hearing for cancellation of or changes in the time, place or date of the event. If you would like to review the documents related to this matter at the Commission's office, please contact to arrange a time for your review during normal business hours. You may also review copies of documents at either office of the Division of the Public Advocate (Carvel State Office Building, 4th Floor, 820 North French Street, Wilmington, Delaware 19801 and 29 South State Street, Dover, DE 19901). Please call the Wilmington office at (302) 577-5077 or the Dover office at (302) 241-2545 to arrange for a time to review the documents at those locations.

If you wish to request copies of documents in this matter, please submit a Freedom of Information Act Request Form. This form may be found at <http://smu.portal.delaware.gov/cgi-bin/mail.php?foia-request&sub=DOS>. There is also a link to the Freedom of Information Act Request Form on the Commission's website, <https://delafile.delaware.gov/Complaints/FOIA.aspx>. The Commission will respond to your request in accordance with the Freedom of Information Act, 29 Del. C. ch. 100.

If you have a disability and wish to participate, or to review the materials, in these proceedings, please contact the Commission to discuss any auxiliary aids or services you might need to help you. You may contact the Commission in person, by writing, by telephone (including text telephone), by Internet e-mail, or other means.

If you have questions about this matter, you may call the Commission at 1-800-282-8574 (toll-free in Delaware) or (302) 736-7500 (voice and text telephone). You may also send questions by Internet e-mail addressed to psc@state.de.us.
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